VZCZCXRO6442 PP RUEHFL RUEHKW RUEHLA RUEHROV RUEHSR DE RUEHBM #0216/01 0770536 ZNY CCCCC ZZH P 170536Z MAR 08 FM AMEMBASSY BUCHAREST TO RUEHC/SECSTATE WASHDC PRIORITY 8066 INFO RUBHZL/EUROPEAN POLITICAL COLLECTIVE RUEHAH/AMEMBASSY ASHGABAT 0038 RUEHTA/AMEMBASSY ASTANA 0010 RUEHKB/AMEMBASSY BAKU 0035 RUEHBO/AMEMBASSY DOHA 0045 RUEHSI/AMEMBASSY TBILISI 0212 RUCPDOC/DEPT OF COMMERCE WASHINGTON DC RHMCSUU/DEPT OF ENERGY WASHINGTON DC RHEHNSC/NSC WASHDC RUEKJCS/SECDEF WASHINGTON DC C O N F I D E N T I A L SECTION 01 OF 04 BUCHAREST 000216 SIPDIS SIPDIS EEB FOR DSULLIVAN, SMANN, SGALLOGLY EUR/FO FOR MBRYZA, JGARBER NSC FOR DWILSON, ASTERLING, LCATIPON DOE FOR TTILLER STATE PASS TO USTDA DSTEIN E.O. 12958: DECL: 03/12/2018 TAGS: ENRG EINV FOON PRET PO TAGS: ENRG EINV ECON PREL PGOV RO
SUBJECT: ROMANIA STEADFAST ON ENERGY SECURITY, BUT WARY OF BEING ISOLATED REF: A. BUCHAREST 0088 B. STATE 9670

Classified By: DCM Mark Taplin for reasons 1.5 (b) and (d).

SUMMARY

11. (C) With concerns growing that it is being out-maneuvered, the Government of Romania (GOR) has stepped up its energy diplomacy over recent ENERGY DIPLOMACY IN CENTRAL ASIA

- 12. (C) Viorel Palasca, Romania's State Secretary for Energy at the Ministry of Economy and Finance (MEF), led an official delegation to Ashgab
- 13. (C) Following up on a January 23 discussion with USTDA's Dan Stein, Palasca encouraged the Turkmen to work with Azerbaijan to construct a s ROMANIAN LEADERSHIP LOBBIES TURKS

- 14. (C) Shortly after Palasca's trip, Bucharest played host the first week of March to a visit by Turkish President Abdullah Gul, who met with
- 15. (C) Tariceanu stressed the importance of the Nabucco pipeline project to Romania and urged Turkey to conclude an agreement with Azerbaijan
- 16. (C) Tariceanu then raised Romania's plans to develop the Black Sea port of Constanta as an important regional commercial hub, including a p GOR PURSUING DEEPER TIES WITH AZERBAIJAN

17. (C) Meanwhile, Secretary of State Palasca signed an Energy Cooperation Agreement in Bucharest on March 12 with his Azeri counterpart, Natic ANXIETY RISING OVER SOUTH STREAM

18. (C) In the meeting with econoffs, State Secretary Palasca twice expressed concern over movements by Nabucco partner countries (Bulgaria, Hu 19. (C) Palasca stated that the GOR clearly recognizes the pivotal role of Azerbaijan in realizing the pipeline and is looking for ways to nudo

IS LNG A SOLUTION?

10.(C) Meanwhile, the GOR is moving forward on the proposed LPG/LNG terminal at the port of Constanta. The Cabinet approved a memorandum recomm 11.(C) One potential delaying factor for the study will be the lack of a defined role for the ETG/UGI group after the study's conclusion. The G SOME FEAR BEING LEFT IN THE COLD

12.(C) While much of Romania's political elite remains committed to supply diversification as the best means of enhancing Romania's energy secu 13.(C) Still, Vosganian continues to advocate for stronger ties with Moscow, and has publicly downplayed the fact that Romania pays among the h 14.(C) The opposition Social Democrats (PSD) had remained largely silent on the issue of energy security until earlier this year, with criticis COMMENT

15.(C) With neighbors on their southern and western borders rushing to sign agreements with Gazprom this year, the leadership in Bucharest must TAUBMAN